

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Public Works	(2) MEETING DATE 12/8/2015	(3) CONTACT/PHONE Kathryn Hammer, Civil Engineer Tech III (805) 781-5112	
(4) SUBJECT Request to amend the Fiscal Year 2015-16 Fixed Asset List for Fund Center 405 – Public Works Internal Service Fund (ISF) to add the replacement of a crack seal machine at an estimated cost of \$46,000 and authorize disposal of the current damaged machine. All Districts.			
(5) RECOMMENDED ACTION It is recommended that the Board: 1. Authorize a change to the Fiscal Year 2015-16 Public Works ISF list of authorized fixed assets to include the replacement of a crack seal machine; and 2. Authorize disposal of the current damaged machine.			
(6) FUNDING SOURCE(S) FC 405 ISF - Equip Replacement Reserves	(7) CURRENT YEAR FINANCIAL IMPACT \$46,000.00	(8) ANNUAL FINANCIAL IMPACT \$0.00	(9) BUDGETED? N/A
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ____) <input type="checkbox"/> Board Business (Time Est. ____)			
(11) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions <input type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input checked="" type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: N/A <input type="checkbox"/> 4/5 Vote Required <input checked="" type="checkbox"/> N/A	
(14) LOCATION MAP N/A	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input checked="" type="checkbox"/> N/A Date: _____	
(17) ADMINISTRATIVE OFFICE REVIEW David E. Grim			
(18) SUPERVISOR DISTRICT(S) All Districts			

Reference: 15DEC08-C-2

County of San Luis Obispo



TO: Board of Supervisors

FROM: Public Works

Kathryn Hammer, Civil Engineer Tech III

VIA: Frank Honeycutt, Transportation Division Manager

DATE: 12/8/2015

SUBJECT: Request to amend the Fiscal Year 2015-16 Fixed Asset List for Fund Center 405 – Public Works Internal Service Fund (ISF) to add the replacement of a crack seal machine at an estimated cost of \$46,000 and authorize disposal of the current damaged machine. All Districts.

RECOMMENDATION

It is recommended that the Board:

1. Authorize a change to the Fiscal Year 2015-16 Public Works ISF list of authorized fixed assets to include the replacement of a crack seal machine; and
2. Authorize disposal of the current damaged machine.

DISCUSSION

The crack seal machine is an indispensable piece of equipment in the Roads Maintenance fleet which is used heavily throughout the fair-weather seasons for road maintenance and prep for new surface treatment. The machine is used by our crews to seal cracks in the pavement to reduce water damage.

This past September, an incident occurred which severely damaged the crack seal machine (equipment number E1308), beyond repair; it is a total loss. While working on Pozo Road, our crew accidentally knocked off a block of sealant material that became caught under the unit when the trailer was being towed, which bent the heating oil drain tube and caused a fire to ignite.

The estimated cost to repair this equipment is at least \$30,000 (\$22,597 for materials plus labor, paint, tax, and shipping). Taking this action now will provide for a replacement delivery by Spring 2016 so we can continue our pavement restoration work. An emphasis on operator training will prevent a similar accident from recurring.

OTHER AGENCY INVOLVEMENT/IMPACT

Central Services Purchasing will issue a Purchase Order for the replacement machine. Risk Management is processing an insurance claim through the County's insurance company.

FINANCIAL CONSIDERATIONS

The cost to replace the crack seal machine is estimated to be \$46,000. Initial funding will come from FC 405 – Public Works ISF Equipment Replacement Reserves.

Any money received from insurance proceeds or from disposal of the machine will be deposited into FC 405 – Public Works ISF Equipment Replacement Reserves.

RESULTS

The Roads Maintenance crews will be able to continue maintenance operations on the road system. The damaged unit will be disposed of. This equipment purchase will support a safe community and a well-governed community.

File: CF 460.10.01 Equipment - General

Reference: 15DEC08-C-2

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